

Spinoff

January 27, 2017

Exchange/Memo ID:204028

ONN / OCC ID: 40553



VARIAN MEDICAL SYSTEMS, INC. - DISTRIBUTION

DESCRIPTION:

Varian Medical Systems, Inc. (VAR) has announced a distribution of (New) Varex Imaging Corporation (VREX) Common Shares. The distribution ratio is 0.40 of a VREX share for each VAR share held. The record date is January 20, 2017; the payable date is January 28, 2017. The New York Stock Exchange (NYSE) has set January 30, 2017, as the ex-distribution date for this distribution.

Varex Imaging Corporation Common Shares began trading on a when issued basis on January 20, 2017 on the Nasdaq Stock Market under the trading symbol "VREXV".

Contract Adjustments:

Pursuant to the By-Laws of the Options Clearing Corporation ("OCC"), the below options will be adjusted as follows.

Adjustment Date: **January 30, 2017**

Option Symbol: VAR becomes VAR1

Underlying Security: VAR remains VAR

CUSIP: 92214X106, 92220P105

Contract Multiplier: 1

Strike Divisor: 1

New Multiplier: 100

Strike Price: **Remains the Same**

New Deliverable: 40 (New) Varex Imaging Corporation (VREX) Common Shares
100 Varian Medical Systems, Inc. (VAR) Common Shares

Pricing Considerations: The underlying price for VAR1 will be determined as follows:
 $VAR1 = VAR + 0.40 (VREX)$

Additional Exchange Info: On Friday, January 27th, 2017, immediately after the BOX close, all resting orders for VAR in the order book will be canceled by the BOX Market Operations Center. If a BOX Participant wishes to enter orders for the new VAR1 series, the BOX Participant will need to reenter the orders before the open on Monday, January 30th, 2017.

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
VAR	C/P	45.00	02/17/2017	VAR1	C/P	45.00	02/17/2017
VAR	C/P	50.00	02/17/2017	VAR1	C/P	50.00	02/17/2017
VAR	C/P	55.00	02/17/2017	VAR1	C/P	55.00	02/17/2017
VAR	C/P	60.00	02/17/2017	VAR1	C/P	60.00	02/17/2017
VAR	C/P	65.00	02/17/2017	VAR1	C/P	65.00	02/17/2017
VAR	C/P	70.00	02/17/2017	VAR1	C/P	70.00	02/17/2017
VAR	C/P	75.00	02/17/2017	VAR1	C/P	75.00	02/17/2017
VAR	C/P	80.00	02/17/2017	VAR1	C/P	80.00	02/17/2017
VAR	C/P	85.00	02/17/2017	VAR1	C/P	85.00	02/17/2017
VAR	C/P	90.00	02/17/2017	VAR1	C/P	90.00	02/17/2017
VAR	C/P	95.00	02/17/2017	VAR1	C/P	95.00	02/17/2017

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
VAR	C/P	100.00	02/17/2017	VAR1	C/P	100.00	02/17/2017
VAR	C/P	105.00	02/17/2017	VAR1	C/P	105.00	02/17/2017
VAR	C/P	110.00	02/17/2017	VAR1	C/P	110.00	02/17/2017
VAR	C/P	115.00	02/17/2017	VAR1	C/P	115.00	02/17/2017
VAR	C/P	120.00	02/17/2017	VAR1	C/P	120.00	02/17/2017
VAR	C/P	45.00	03/17/2017	VAR1	C/P	45.00	03/17/2017
VAR	C/P	50.00	03/17/2017	VAR1	C/P	50.00	03/17/2017
VAR	C/P	55.00	03/17/2017	VAR1	C/P	55.00	03/17/2017
VAR	C/P	60.00	03/17/2017	VAR1	C/P	60.00	03/17/2017
VAR	C/P	65.00	03/17/2017	VAR1	C/P	65.00	03/17/2017
VAR	C/P	70.00	03/17/2017	VAR1	C/P	70.00	03/17/2017
VAR	C/P	75.00	03/17/2017	VAR1	C/P	75.00	03/17/2017
VAR	C/P	80.00	03/17/2017	VAR1	C/P	80.00	03/17/2017
VAR	C/P	85.00	03/17/2017	VAR1	C/P	85.00	03/17/2017
VAR	C/P	90.00	03/17/2017	VAR1	C/P	90.00	03/17/2017
VAR	C/P	95.00	03/17/2017	VAR1	C/P	95.00	03/17/2017
VAR	C/P	100.00	03/17/2017	VAR1	C/P	100.00	03/17/2017
VAR	C/P	105.00	03/17/2017	VAR1	C/P	105.00	03/17/2017
VAR	C/P	110.00	03/17/2017	VAR1	C/P	110.00	03/17/2017
VAR	C/P	115.00	03/17/2017	VAR1	C/P	115.00	03/17/2017
VAR	C/P	120.00	03/17/2017	VAR1	C/P	120.00	03/17/2017
VAR	C/P	125.00	03/17/2017	VAR1	C/P	125.00	03/17/2017
VAR	C/P	130.00	03/17/2017	VAR1	C/P	130.00	03/17/2017
VAR	C/P	50.00	05/19/2017	VAR1	C/P	50.00	05/19/2017
VAR	C/P	55.00	05/19/2017	VAR1	C/P	55.00	05/19/2017
VAR	C/P	60.00	05/19/2017	VAR1	C/P	60.00	05/19/2017
VAR	C/P	65.00	05/19/2017	VAR1	C/P	65.00	05/19/2017
VAR	C/P	70.00	05/19/2017	VAR1	C/P	70.00	05/19/2017
VAR	C/P	75.00	05/19/2017	VAR1	C/P	75.00	05/19/2017
VAR	C/P	80.00	05/19/2017	VAR1	C/P	80.00	05/19/2017
VAR	C/P	85.00	05/19/2017	VAR1	C/P	85.00	05/19/2017
VAR	C/P	90.00	05/19/2017	VAR1	C/P	90.00	05/19/2017
VAR	C/P	95.00	05/19/2017	VAR1	C/P	95.00	05/19/2017
VAR	C/P	100.00	05/19/2017	VAR1	C/P	100.00	05/19/2017
VAR	C/P	105.00	05/19/2017	VAR1	C/P	105.00	05/19/2017
VAR	C/P	110.00	05/19/2017	VAR1	C/P	110.00	05/19/2017
VAR	C/P	115.00	05/19/2017	VAR1	C/P	115.00	05/19/2017
VAR	C/P	120.00	05/19/2017	VAR1	C/P	120.00	05/19/2017
VAR	C/P	125.00	05/19/2017	VAR1	C/P	125.00	05/19/2017
VAR	C/P	130.00	05/19/2017	VAR1	C/P	130.00	05/19/2017
VAR	C/P	135.00	05/19/2017	VAR1	C/P	135.00	05/19/2017
VAR	C/P	140.00	05/19/2017	VAR1	C/P	140.00	05/19/2017
VAR	C/P	50.00	08/18/2017	VAR1	C/P	50.00	08/18/2017
VAR	C/P	55.00	08/18/2017	VAR1	C/P	55.00	08/18/2017
VAR	C/P	60.00	08/18/2017	VAR1	C/P	60.00	08/18/2017

Old Option Symbol	Old PutCall Code	Old Strike Price	Old Contract Date	New Option Symbol	New PutCall Code	New Strike Price	New Contract Date
VAR	C/P	65.00	08/18/2017	VAR1	C/P	65.00	08/18/2017
VAR	C/P	70.00	08/18/2017	VAR1	C/P	70.00	08/18/2017
VAR	C/P	75.00	08/18/2017	VAR1	C/P	75.00	08/18/2017
VAR	C/P	80.00	08/18/2017	VAR1	C/P	80.00	08/18/2017
VAR	C/P	85.00	08/18/2017	VAR1	C/P	85.00	08/18/2017
VAR	C/P	90.00	08/18/2017	VAR1	C/P	90.00	08/18/2017
VAR	C/P	95.00	08/18/2017	VAR1	C/P	95.00	08/18/2017
VAR	C/P	100.00	08/18/2017	VAR1	C/P	100.00	08/18/2017
VAR	C/P	105.00	08/18/2017	VAR1	C/P	105.00	08/18/2017
VAR	C/P	110.00	08/18/2017	VAR1	C/P	110.00	08/18/2017
VAR	C/P	115.00	08/18/2017	VAR1	C/P	115.00	08/18/2017
VAR	C/P	120.00	08/18/2017	VAR1	C/P	120.00	08/18/2017
VAR	C/P	125.00	08/18/2017	VAR1	C/P	125.00	08/18/2017
VAR	C/P	130.00	08/18/2017	VAR1	C/P	130.00	08/18/2017
VAR	C/P	135.00	08/18/2017	VAR1	C/P	135.00	08/18/2017

Disclaimer:

This Information Memo summarizes corporate events affecting listed options. No warranty of accuracy or completeness is given with respect to the summary. Option series information is based on series existing at OCC at the time this Memo was generated.

Contact Information:

Questions regarding this memo can be addressed to the BOX Market Operations Center at 617-235-2291 or toll free at 1-866-768-8845.